

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 1, 1996

SUBJECT: **SB 2957 - HB 2802**

This bill, if enacted, will allow an incorporated city or town or a utility district to construct water and/or sewerage lines in certain locations if the city, town or utility district has obtained an easement or ownership of the line. Current law prohibits such construction if the project would otherwise be constructed by private contractors who are subject to the tax and licensure laws of the state.

The fiscal impact on local governments from enactment of this bill in and of itself is estimated to be minimal since the provisions of the bill are permissive.

The fiscal impact from enactment of this bill is estimated to be an increase in local government expenditures to the extent that local governments choose to construct such lines. Such increase cannot be determined but is estimated to exceed \$100,000. This impact assumes that cities, counties and utility districts will be permitted, and will, to some extent, choose to construct lines that they are currently not permitted to construct.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director